

EXHIBIT 16

From: Amit Vijayvergiya [amit@fggus.com]

Sent: 10/4/2007 5:40:22 PM

To: Philip Toub [philip@fggus.com]

CC:

Subject: FW: Perguntas

A bit short staffed here since DA is on vaca. Could I ask you the huge favor of asking Lina to proof this? All the content is there, but maybe she could write the professional response to your client please?

Quick answers are:

1) The SSC is designed to identify periods of positive momentum in large cap US equities and participate in the upward move on a hedged basis. Exposure to the S&P 100 Index is achieved by constructing a basket of stocks, all drawn from this Index, that replicates the performance of the Index with minimal tracking error. A quantity of long S&P 100 Index puts are then purchased to provide an approximate notional hedge of the market value of the stock basket. A similar quantity of S&P 100 Index calls are also sold to offset the cost of the put hedge. This means that the strategy has a low positive delta-adjusted exposure. During times when the S&P 100 Index is declining, the strategy seeks to protect capital by avoiding these unfavorable markets and remaining invested in a laddered portfolio of short dated Treasury Bills. If the S&P 100 Index were to decline after an implementation, the tight notional put hedge effectively serves to limit the downside at the strike price of the calls. In this situation, the strategy has often been able to unwind the stock/options combination at a profit once the S&P 100 Index rises above the strike price of the puts.

2)PwC is the Auditor of Fairfield Sentry Limited. Bernard L Madoff Investment Securities ("BLM") is the executing broker of the split strike conversion strategy. To our knowledge, BLM's auditors, Freihling and Horowitz, are not affiliated with BLM.

3) In the opinion of the Investment Manager no conflict exists with the compensation arrangements. Fairfield Greenwich (Bermuda) Ltd., as the Investment Manager of Fairfield Sentry Limited, earns a management fee and performance fee. BLM, as executing broker for the trades of the split strike conversion strategy, earns a 'per stock' and 'per options contract' commission. Neither party shares in the revenues of the other nor does either party hold any ownership interest in the business of the other.

-----Original Message-----

From: Philip Toub

Sent: Tuesday, October 02, 2007 4:51 PM

To: Amit Vijayvergiya

Subject: FW: Perguntas

Can you give me a hand with this, will probably sound a lot more intelligent.

tk

PLEASE TAKE NOTE OF OUR NEW ADDRESS. ALL PHONE NUMBERS REMAIN THE SAME.

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-----Original Message-----

From: antonio.conceicao@itau.com.br [mailto:antonio.conceicao@itau.com.br]
Sent: Tuesday, October 02, 2007 3:47 PM
To: Philip Toub
Subject: Perguntas

Philip,

Please find below the questions asked by a client.

1 - Can you explain how the "split and strike conversion" strategy generates returns that are not correlated with the S&P? Since the strategy is delta positive, how does the fund never loses money when the S&P is down?

2 - I saw on the PPM that PriceWaterHouse is Sentry's auditor. The client said that someone within Madoff's family is the auditor of the master fund. Is this true? Does this affect Sentry?

3 - Is it true that the fees in the feeder funds stay with the firms that manage them (for example Fairfield retains all the fees from Sentry) and that Madoff gets paid only by the trading commissions done by his broker firm? Does this creates any sort of conflict of interest?

Regards,

Antonio

Antonio Carlos da R. Conceição

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